

PACCAR FINANCIAL CORP.

Medium-Term Notes, Series J - Floating Rate
CUSIP# 69371RWC6

We are hereby offering to sell Notes having the terms specified below to you with the assistance of:

- ☐ Goldman, Sachs & Co.
- ☐ Banc of America Securities LLC
- ☐ Merrill Lynch & Co.
- ☐ Morgan Stanley Dean Witter
- ☐ Salomon Smith Barney
- ☐ ABN AMRO Incorporated
- ☒ J.P. Morgan Securities Inc.
- ☐ acting as ☒ principal ☐ agents

at: ☒ varying prices related to prevailing market prices at the time of resale ☐ a fixed initial public offering price of 100% of the Principal Amount.

Principal Amount: \$50,000,000	Original Issue Date:	May 12, 2003
Agent's Discount or Commission: 0.30%	Maturity Date:	May 12, 2006
Net Proceeds to Company: \$49,850,000	Interest Payment Date(s):	Quarterly on the 12th or next Business day of Mar., Jun., Sep., and Dec. via modified following business day convention, commencing June 12, 2003

Calculation Agent:

Interest Calculation:

- | | |
|--|--|
| <input checked="" type="checkbox"/> Regular Floating Rate Note | <input type="checkbox"/> Floating Rate/Fixed Rate Note |
| <input type="checkbox"/> Inverse Floating Rate Note | Fixed Rate Commencement Date: |
| Fixed Interest Rate: | Fixed Interest Rate: |
| <input type="checkbox"/> Other Floating Rate Note (see attached) | |

Initial Interest Rate: To Be Determined

Initial Interest Reset Date: June 12, 2003

Interest Reset Date(s): Quarterly on the 12th or next business day of Mar., Jun., Sep., and Dec. via modified following business day convention.

Interest Rate Basis:

- | | | |
|---|--|---|
| <input type="checkbox"/> CD Rate | <input type="checkbox"/> Federal Funds Rate | <input type="checkbox"/> Prime Rate |
| <input type="checkbox"/> Commercial Paper Rate | <input checked="" type="checkbox"/> LIBOR | <input type="checkbox"/> Treasury Rate |
| <input type="checkbox"/> CMT Rate | Designated LIBOR Page: | <input type="checkbox"/> Other (see attached) |
| <input type="checkbox"/> CMT Telerate Page 7051 | <input type="checkbox"/> LIBOR Reuters Page | |
| <input type="checkbox"/> CMT Telerate Page 7052 | <input checked="" type="checkbox"/> LIBOR Telerate Page 3750 | |
| If CMT Telerate Page 7052: | LIBOR Currency: | |
| <input type="checkbox"/> Weekly Average | | |
| <input type="checkbox"/> Monthly Average | | |

Index: 3 Month LIBOR

Spread (+/-): + 0.04%

Spread Multiplier: N/A

Maximum Interest Rate: N/A

Minimum Interest Rate: N/A

Day Count Convention:

- ☐ 30/360 for the period from to .
- ☒ Actual/360 for the period from May 12, 2003 to May 12, 2006.
- ☐ Actual/Actual for the period from to .

Redemption:

- ☒ The Notes may not be redeemed prior to the Maturity Date.
- ☐ The Notes may be redeemed at the option of the Company prior to Maturity Date.
Initial Redemption Date:
Initial Redemption Percentage: ____ %
Annual Redemption Percentage Reduction: ____ % until Redemption Percentage is 100% of the Principal Amount.
- ☐ The Notes shall be redeemed by the Company prior to the Maturity Date (see attached).

Repayment:

- ☒ The Notes may not be repaid prior to the Maturity Date.
- ☐ The Notes may be repaid prior to the Maturity Date at the option of the holder of the Notes.
Optional Repayment Date(s):

Currency:

Specified Currency: USD (If other than U.S. dollars, see attached)
Minimum Denominations: _____ (Applicable only if Specified Currency is other than U.S. dollars)
Exchange Rate Agent: _____ (Applicable only if Specified Currency is other than U.S. dollars)

If Discount Note, check ☐

Issue Price: ____%

Form: ☒ Book-Entry ☐ Certificated

Other Provisions: